CLASSIFICATION

S-F-C-R-F-F

CENTRAL INTELLIGENCE AGENCY

INFORMATION REPORT

REPORT CD NO.

25X1

COUNTRY

East Germany

DATE DISTR.

8 November 1955

SUBJECT

Chemicals Import-Export Plan Fulfillment of

NO. OF PAGES

23

PLACE ACQUIRED the Ministry of Heavy Industry

NO. OF ENCLS.

25X1

DATE OF INFO.

SUPPLEMENT TO REPORT NO.

This document contains information affecting the national defense of the united states, within the beaming of fitte 10, sections 703 and 794. Of the U. S. Code, as adended. Its transmission or reversation of the contents to or receipt by an unauthorized person is proflighted by law. The reproduction of this form is prohlbyted.

THIS IS UNEVALUATED INFORMATION

25X1

1. Exports

- a) The Export Plan for the Production Area Chemistry in the East German Ministry for Heavy Industry was fulfilled by 108% during the first half of 1955. The plan called for exports totalling 514,876,000 rubles and 558,592,000 rubles worth of goods were actually exported. The overfulfillment was achieved through deliveries made in advance for the 3rd quarter of 1955. The planned quotas for some products were underfulfilled, however, because of a lack of export orders and or production difficulties.
- b) Overfulfillment through advance deliveries on quotas for the 3rd quarter of 1955 were to be found with the following items:

	Plarned		Fulfil	led	112
Motor vehicle gasoline	45,000	to ns	50,000	tons	112
Lignite low-temperature carboni-					
zation tar (Schwelteer)	26,000	tons	27,544	tons	105
Fuel oil (Heizoel)	8,000	ton s	9,518	tons	118
Bulk paraffin (Paraffinmasse)	6,200	tons	9,723	ton s	1.56
Sulphur	13,550	tons	13,981	tons	103
Sulphuric acid	11,500	tons	13,914	tons	120
Hydrochloric acid	250	tons	288	tons	115
Liquid chlorine	3,000	ton s	3,638	tons	121
Potassium permanganate	725	ton s	761	tons	104
Phosphoric acid	1,250	tons	1,724	tons	137
Formaldehyde	495	ton s	547	to ns	110
Movie film, positive, colored	1,190,000	cu.m.	1,278,000	cu.m.	107
X-ray film	260,000	cu.m.	271,000	cu.m.	104
Synthetic rubber	18,840	tons	19,538	tons	103

c) A lack of export orders caused under-fulfillment with respect to the following products during the first half of 1955:

Fuel (Treibstoff) A 70	36,000 tons	33,000 tons	93
Pure benzene (Reinbenzol)	2,550 tons	1,474 tons	57
Carbon disulphide	900 tons	25 tons	2.7
Nitric acid	900 tons	816 tons	90

S-E-C-R-E-T

CLASSIFICATION

STATE #Z NAVY Z NSRB DISTRIBUTION

ARMY #E AIR #Z FBI

25X1

25X1

SECRET	
-2 -	

Planned Fulfilled & Water glass (Wasserglas) 1,830 tons 1,274 tons 69
Acetic acid, chemical 725 tons 527 tons 72
Detonating caps (Sprengkapseln)
2,500,000 pieces 1,500,000 pieces 60

In addition, the export plan for formic acid was fulfilled by only 95% due to serious production difficulties, and the fulfillment figure for tricresylphosphate amounted to only 86% because of the poor quality of the product.

2. Imports

a) In contrast to the Export Plan, the Import Plan for the chemical field was only 94% achieved. This underfulfillment affected not only the chemical industry but also other branches of industry. Consumers goods, for example, could not be produced in the anticipated quantities — only 88% of the expected quantity of sodium perborate, required for a new laundry soap, WOK, was imported, and only 77% of the essential oils (Aethorische Dele) needed for the cosmetic industry, the food industry and for pharmaceuticals was available.

b)Agriculture was affected by the fact that only 19,619 tons of the planned 25,000 tons (78%) of superphosphate were imported and only 78,000 of the planned 205,000 tons of crude phosphate (chiefly phosphate fertilizers), a 38% fulfillment. Only 62% of the anticipated quantity of motor vehicle tires in special sizes for agricultural machinery were imported during the first half of 1955.

- c) The filling of export orders was delayed through the shortages of imports of the following items:
- 1) Borax Planned-1,449 tons Imported-610 tons 42% fulfillment The borax shortage led to production stoppages in the enamelling industry, the supplier for the export enterprises of the vehicle industry (railway cars).
- 2) Bronze Planned 54 tons Imported 27 tons 50% fulfillment Bronze is delivered only to firms engaged in export and government orders. The quality of the goods produce is endangered by the plan underfulfillment.
- 3) Photographic goletine Planned- 263 tons Imported- 178 tons 67% fulfillmer. The planned production of various types of Agfa film could not be achieved. The filling of export orders is not guaranteed since reserves were only sufficient for requirements up to 10 September 1955.
- 4) Cobalt salts Planned 5 tons Imported 2 tons 40% fulfillment An inadequate supplying of the lacquer, printing and leather dye industries with cobalt drying substances (Kobalt-Trockenstoffe) has caused difficulties in the filling of export orders in railroad, ship and machine construction.
- 5) Cadmium sulphide Planned 296 tons Imported 256 tons 86% fulfillment Shortages of cadmium sulphide has caused a lowering of the quality of lacquers and paints produced for export and industry.
- d) In addition to the other branches of industry, the lacquer and paint manufacturing industry has suffered serious work stoppages and has been forced to leaver the quality of its products because of insufficient imports of the following items:

Lithophone	Import plan	fulfilled by	08
Red lead	Import plan	fulfilled by	75 %
Lead monoxide	Import plan	fulfilled by	24 %
Zine oxide, commerc	cial Import	plan fulfilled b), O %
Lacquer linsed oil	Import	plan fulfilled t	oy 86 %

e) Production stoppages in the photographic industry in connection with the manufacturing of photographic paper were caused both by the inadequate imports of photographic gelatine and by the underfulfillment (64%) of the import plan for blanc fixe (Blankfix).

SECRE

25X1

25X1

